App. F. IX-4

B 209

Previous References.

1947-48

(S.D.)

A

File No. 197 47

Serial Nos. 1 - 3

Later References.

GENERAL AND REVENUE SECRETARIAT

Serial Nos. None

P 58

E

Preserve

Only

Fully

Part B for

SUBJECT

Additional allotment for purchase of foodgrains.

Notes: pl. 32

Corr: - pl. 36

To

The D. Fs in Mysore

Confdl

A

S. No. 210-12/A 197-47-3 dt. 8.7.48

Rao,

R/y. Secy.

20.9.48

Re: additional allotment for purchase of foodgrains

Letter no So. 5732 dt. 29.12.1947 (received on 2.1.1948) from the Director of Food Supplies, requesting that an additional allotment of Rs. 2,50,00,000/- under the head "41, Food Supply transactions not charged to Revenue" may be sanctioned for financing the purchase of imported and locally acquired foodgrains for the Quarter ending March 1948.

The D.F.S. estimates that for the Quarter ending March 1948, a total sum of Rs. 4,00,00,000/- is required for financing the purchase of the import Quota of 35,000 tons of foodgrains (Value Rs. 1,26,27,600/-) and for acquisition of the local harvest. As funds have to be placed in advance at the credit of the Government of India for despatch of imported foodgrains and as the balance of advance on hand, Viz; Rs. 1,47,134/- is wholly

3988

Rs. additional allotment for purchase of foodgrains insufficient to meet the cost of food purchases the Director requests that an additional allotment of Rs. 2,50,00,000/- under the head "41, Food Supply Transactions not charged to Revenue" may be sanctioned early. He adds that the balance of the amount required will be met by the sale proceeds of foodgrains and that if this is not possible to apply for funds in due course.

2) The proposal re: grant of additional allotment of Rs. 2,50,00,000/- is for orders in Consultation with the Finance Secy.

5/1. Secy 5/1

3) May be approved with Finance Concurrence

6/1

Food Secy 6/1/48

H. Secy (F.)

FINANCIAL Dy. No. 4400 6/1

Dy. No. 30 SP 8.1.48 Dpl(F&S)

4) Comptroller for very early remarks

Dy. No. 22/Pol 8.1.48.

7.1.48

Serial No.

U. O. NO. /284./Books dated 15th January. 1948.

5) Returned with compliments.

6) Prior to 1945-46, the transactions of the Food Supply Department were being booked under a Personal Deposit Account. The Advances sanctioned from time to time were being drawn and credited to the Personal Deposit Account. All payments to the suppliers were being made out of the Personal Deposit Account, and all sale proceeds credited to this account. The loss of Rs.28,17,800 adjusted in 1944-45 was debited to the Revenue Account under 32 B Expenditure connected with the War 1939 - 3 Department of Food Supplies - V cost of subsidising food grains (vide page 151 of Budget Estimates for 1946-47) and per contra credit given to the Advance Account. This shows that the loss was not reimbursed. During 1945-46 the mode of accounting was changed by opening a Capital Head of Account under which what is called a Trading Account (without opening and closing balances of stock) has been brought. The loss incurred and adjusted during 1945-46 was Rs.30,12,440. This adjustment was made by debiting the Revenue Account under 32 B Expenditure connected with the War, and crediting the capital head 41 Food Supply Transactions. This shows that the loss was only adjusted in accounts and met out of the balances available with the Food Department but not reimbursed. During 1946-47, the same procedure as in the year 1945-46, was followed and the loss adjusted is Rs.1,75,76,124.

. Sheet.

7) From all the above accounts it is necessary to

Re addl. allotment for Purchase of foodgrains

File No. ..... of 194 .

Comptroller's Office

Serial No

recoup the above losses amounting to Rs.2,34,06,364 by debit to the capital account. By this it will be possible to restore the capital account to the extent of original advance.

8) But the Department wants to keep this capital account at Rs.250 lakhs in round figures and this may be allowed by Government. In regard to excess credits under the capital account the Auditor has been proposing adjustment bills for credit to the Personal Deposit Account of the Director, so that the receipts by the sale of food grains might be available for drawings. It is ascertained from the Auditor and Accounting Officer, Food Supplies, that credits afforded to the capital account in adjusting the losses referred to above have not been transferred already to the Personal Deposit Account.

vide 4460 A

COMPTROLLER.

9) The advances so far given aggregating to about 234.06 lakhs has been set off against the losses incurred so far viz 23.18 lakhs in 44-45, 30.12 lakhs during 45-46 & 175.76 lakhs during 46-47. At the commencement of the operations and at the time when the advances were given we expected that we will get back these advances but the present position is that the entire advance has been consumed by losses in these losses are exclusive of

Purchase of Gunnies, maintenance of Lorries etc provided out of Own Revenues. Gen Resource position has also become very difficult mainly on account of the Food Dept and till the existing control continues, the present position cannot perhaps be avoided. The additional grant of 250 lakhs now required has to be provided for to enable the Director to meet the cost of imported and locally acquired food grains. Before this additional allotment is considered, the Comptroller may be requested to intimate whether heavy payments already arranged at several Stages during the current year and remittances made to the treasuries including the latest requisition of 25 lakhs by the Hyderabad Treasury are covered by the additional grant now asked for or whether they are partly covered by the cheques issued by the Director against the balance in the P.D. Account.

U.O. 4400/R.

17/1

10) Yes.

18/1/48

11) Comptroller with Compliments for remarks

B.O.

N.V.

For Secy to Govt. Fin Dept

U.O. 24: BK

20.1.48

20.1.48

BR

6

W. C. No.1403/Books dated 30th January, 1948.
3 - 2 - 1948

12) Returned with compliments. The Auditor, Food Supply Department, explains as follows:-

13) "The Additional Cash requirements of the Deputy Commissioners are only for acquisition of local food-grains and for incidental charges. Hitherto, the entire charges so incurred used to be recovered by sale proceeds, as there was no subsidy on local food grains. But from this harvest year beginning from about 1-12-1947, there may be some subsidy on local grains also due to payment of enhanced prices, unless the sale prices are correspondingly increased. The sale prices have not been fixed as yet. The extra grant of Rs.50 crores asked for the year 1947-48 therefore, covers the requirements of the Deputy Commissioners referred to. There will be a little time lag between the investment on grains and realisation of the sale proceeds later. But due to the inadequacy of foodstuffs, this time lag will not be great. Taking the year as a whole, the expenditure and receipts on local grains may be held to balance each other roughly for resource purposes. There is, however one assumption even in this viz., that the value of closing stock of foodgrains at the end of June 1948 will not exceed the value of the closing stock at the end of June 1947 viz., Rs.1,67,15,242-12-3. If, due to greater acquisition, the closing stock were to increase materially above this figure, an excess grant will be required to cover it, for which application will be made later, when the position can be gauged more accurately."

Financial Secretary
to Government

3/2/48

U.O. 44[illegible]/48

14) In the circumstances explained the advance of 250 lakhs will have to be sanctioned. The financial implications may be briefly summarised as under

(1) The total advance of 235.53 lakhs so far sanctioned was expected to be recovered but the position is that this advance has been practically consumed by way of losses mainly on account of subsidy towards the cost of foodgrains. The losses are as noted under and have not been recouped to the Foods Dept in cash but have been adjusted towards the advance of 235.53 lakhs

Loss during 44-45 28.18 lakhs
" " 45-46 30.12 "
" " 46-47 175.76 "
234.06 lakhs

(2) To carry on further purchases, it is necessary to provide an additional grant to the extent of 250 lakhs for the present. The recovery of this advance will depend on the extent to which the cost is subsidised and if conditions should the previous year's results, possibly the whole or a major portion may become irrecoverable will have to be set off against losses. The exact result of 47 48 will however be known by about May 48.

15) The question of providing additional grant as above is a Cabinet matter

Secy 4/2/48 [illegible] 18/2/48, [illegible] 17/2 Min. Fin) [illegible] 4.2.48 [illegible] 19/2/48

REGISTERED
FOOD DEPTT
1770
Date 5/2/48

[illegible] for purchase / [illegible]

It) Might be laid before the Chief Minister for a Matter for orders whether to discuss it Council or dispose it off by circulation

[illegible]

Addl Secy [illegible] 19/2/48

Chief Minister)

OFFICE OF THE
CHIEF MINISTER
No. 2335.
Date 20.2.48.

Circulation
KLK
31/3

[illegible]
11/4/48

[illegible]

Draft circulation Note — is [illegible]

Kvs
2/4-5/4/48

May be [illegible]

[illegible]

Addl Secy [illegible]

[illegible]
2/4/48.

Typed Copies of C.N are put up

Might be [illegible]

K.S
8/4

Kvs
8/4

[illegible]

Addl Secy [illegible] 9/4/48

[illegible]

Council File No 1183
FOR DISPOSAL BY CIRCULATION
22/4/48. 23/4

[illegible]
25/4

Re:— Supplementary grant under the head '41' Food Supply Dept. Transactions not met from Revenue.
6538.

Letter no S.D 349 S dated 29th April 1948, from the D.J.S. submits a revised proposal for an add grant of 1,50,00,000/— under the head '41' Food Supply Dept. Transactions not met from Revenue, to meet certain payment due to the Govt. of India.

1) The D.J.S. had originally asked for an add grant of 2,50,00,000/— in his letter of 31.12.47. The proposal of the D.J.S. for the add grant, mentioned above is under circulation (D.no 3988). orders on that main file will be awaited. After the ~~return~~ receipt of the file, orders will issue, from this branch, reducing the add grant from Rs 2,50,00,000 to Rs 1,50,00,000/ as proposed by the Director.

K.S
3/5

Tue 4/5

2) Put up addenda to O.n note. The same will have to be sent now.

3) [illegible]
5/5

Re:— Supplementary Grant under Head "41" Food Supplies Deptt
Transaction not met from Revenue

6538.

It is ascertained from the C.B. that the file is still under circulation, and that the same will be withdrawn from circulation on requisition of Supplies the C.B. will be requested to return the file bearing D.No 3986 for taking further action, as indicated in para 2 of the note preceding

C1183 6/5 Asst Secy 10/5 CB 10/5
6/5 Dy 8/5 CB

The main file, referred to, is however linked herewith (C 1183) and it has been marked this to the chief Minister & Diwan, for their approval to place the file before a council meeting. In view of what has been stated in para 1 and 2 above, the present proposal of the Director of Food Supplies is also submitted for the orders of the Ch. Minister & Diwan.

CKO
11/5
9 cmte
11.5.48

3988 Additional allotment for purchase of food grains.

The Minister for L & L has minuted on the C.N.

"I cannot understand with what complacency, the finance minister, who frowned my tour in Madras on grounds of ~~economy~~ economy signs away two and a half crores in this manner."

(Sd) K.T.S
26/4.

DEWAN'S OFFICE
13MAY1948
No. 5127

Minister for Rev & Agri has minuted on the C.N

"For Council

28/4
(Sd) H.S
28/4.

Office of the Chief Minister
No. C1182.
Date. 12-5-48

Submitted for orders. The views of all the other Ministers are placed below.

For orders whether the matter has to be brought up for the Council meeting.

CKS
10/5

Chief Secy.
10/5/48

CHIEF SECRETARY
9622.
11 MAY 1948
GOVT. OF MYSORE

File No 65380

The Food Secty wherein the G.O.I. has asked for a reduction of the proposed allotment of Rs 1½ crores, is linked hereto and placed below, for perusal.

Rev
12/5/48.

Chief Min & Dewan
may be discussed in Council meeting
11/5/48
12/5

For favour of sending views (Secy, Food).
Rev
14/5/48

14/5

14 MAY 1948

15/5/48

Re:— Addl allotment
Food

Revised CR. sent up

K.S
17/5

17/5

Food Secy

Typed copies of... C N

Reg
19/5

20/5

The Chief Secy
ordered that the sub
at a Council meet

Food Secy

Chief Secy to

28/5

1183.

Extract from the Proceedings of the 55th *Meeting of the Council of Ministers held at Bangalore on* 30th May *194*8

SUBJECT:-

Additional allotment for purchase of food grains.

OPINION OF THE COUNCIL.

Sanctioned.

(Sd) A. Ramaswami Mudaliar.
Dewan of Mysore.

For a final Note.
Min 7×9) UO 31/5/48
Seq 735
for 27 N.
H.E.D 1/6/48.
M 2/6/48

OFFICE OF THE MINISTER FOR FINANCE & INDUSTRIES.
No. 4083
Date 1/6/48

"EXTRACT"

SUPPLY Viswanathan
Chief Secretary to Government.
2 JUN 1948 31/5
2/3/48

Additional Allotment – for purchase of foodgrains.

F. 3988

D. F. N. is put up, for approval.

RRS 4/6. 4/6

May be approved

4/6

Food Secy) 5/6/48

Minister for Food & Supplies)

H.C.D 12/6

Revd 19/6

OFFICE OF THE MINISTER FOR FINANCE & INDUSTRIES.
No. 4157
Date 7/6/48

OFFICE OF THE CHIEF MINISTER
No. 4958
Date 18.6.48

Final note by the Chief Minister.

Subject:- Additional allotment for purchase of foodgrains.

===

1. In December, 1947, the Director of Food Supplies reported that for the quarter ending March, 1948, the Government of India had allotted a quota of 35,000 tons of foodgrains costing roughly Rs.1,26,27,600/- as shown in the statement annexed. The quarter ending March synchronises with the harvest period in the State and the harvest being fairly good this year, sufficient funds are necessary for the local acquisition of foodgrains. Taking the average requirements of funds for the previous years, a sum of Rs.3 crores approximately, is needed, to finance the acquisition operations locally. Thus, a total sum of Rs.4 crores is required for the purchase of local as well as imported foodgrains.

2. As the local harvest has to be acquired quickly and as funds have to be placed in advance at the credit of the Government of India in order to facilitate the despatch of imported foodgrains, it is necessary to obtain additional allotment for the purpose. Further as the balance of advance on hand viz. Rs.1,47,134/- is wholly insufficient to meet the cost of foodgrains, the Director has solicited sanction for an additional allotment of Rs.2,50,00,000/- under the head "41-Food Supply Transactions not charged to Revenue". He expects to meet the balance of the amount required by the sale proceeds of foodgrains and if that is not possible, to apply for further funds, in due course.

3. The Comptroller to whom the file was referred for remarks, has expressed that it is necessary to recoup the losses amounting to Rs.2,34,06,364/- incurred by the Food Department during 1944-45 to 1946-47 as detailed in the margin, by debit to the Capital Accounts, by which method it is possible to restore the Capital Account to the extent of the original advance; but as the Department wants to keep the Capital Account at Rs.250/- lakhs in order to finance the purchases, the same may be allowed by Government.

Losses incurred:

Year.	Rs. in lakhs.
1944-45	28.18 lakhs.
1945-46	30.12 "
1946-47	175.76 "
Total:	234.06 lakhs

4. In the circumstances, it was proposed to accept the recommendation of the Director of Food Supplies and sanction the additional allotment of Rs.2,50,00,000/- asked for by him.

5. In the meanwhile, the Director of Food Supplies has in his letter dated the 29th April 1948, submitted revised proposals for sanction reducing the additional grant from 2½ to 1½ crores in view of the discontinuance of acquisition of Millets and paddy by Government.

6. The proposals were considered at a meeting of the Council of Ministers held on 30th May 1948 and the Council was of the opinion that the proposals may be sanctioned.

7. I solicit the gracious approval of His Highness for the above decision of the Council.

BANGALORE,
19-6-1948.

K. Chengalaraya Reddy.
CHIEF MINISTER.

A N N E X U R E

Quota of Imported Food-grains allotted to the State from January to March 1948.

Rice	..	7,000	tons at	Rs.15-14-0	a maund	.. Rs.30,22,600
Wheat	..	5,000	"	Rs.18-14-0	"	.. Rs.25,67,000
Maize	..	8,000	"	Rs.11- 4-0	"	.. Rs.24,48,000
Millets	..	15,000	"	Rs.11- 4-0	"	.. Rs.45,90,000
					Total:	Rs. 1,26,27,600

Submitted to His Highness

I submit herewith, for the gracious approval of His Highness, a Final Note regarding additional allotment for purchase of foodgrains.

K. Chengalaraya Reddy.
CHIEF MINISTER
in charge of the current duties of the Dewan.

Bangalore,
20th June 1948.

Record of Cases submitted for the Orders of His Highness the Maharaja.

Subject.

Additional allotment for purchase of food grains.

1309.

Order.

RN.
25/6/'48.

Chief Secy
ABM
28/6

WP
29/6

Hon
29/6/48.

General and Revenue
Secretariat.

1183

WD 02504—GPB—500—2-4-48

SUBJECT:—

Additional allotment for purchase of food grains.

Circulated to Council of Ministers for perusal of His Highness' orders ~~before~~/after issue of orders.

Wijayatilaka
Chief Secretary to Government.
29/6

Through the Secretary to Government,
F. & C. S. Department. 30/6/1948

(on leave) 1. Chief Minister.

528 / 29/7/48 2. Minister for Finance and Industries. J.C.P 20/7

3. Minister for Law and Labour. (On deputation)

672 / 21.7.48 4. Minister for Public Works and Agriculture. 2/8.

1244 / 5/8/48 5. Home Minister. 6/8

157 / 24/7 6. Minister for Local Self-Government. 21/7

593 / 26/7 7. Minister for Public Health and Excise.

576 / 30/7 8. Minister for Education. 31/7

436 / 2-8-48 9. Minister for City Municipalities and Muzrai. 4/8

B 26/8

NOTE.—Contn. sheet

Secretary to Government,
F&C. Department
with compliments
9.8.48

9/8/48

13/8

3988 A 197-47-3 4

Re:— Additional allotment of Rs. 1½ 50,00,000

3988.

Draft G.O. is for approval. After the issue of the G.O. the file will be sent to C.B. for circulation, among the ministers of Council for perusal of H.H.'s orders.

R.S
2/7 Rev 3/7

May be appr
Gpt 4/7
Food Secy
5/7/48 Secy Gpt 5/7

Fr Comm No. 117
Fin Secy seen & left to the Council
Draft is put forward
Rev 10/7 WP 10/7

Secy 12/7

Gpt 14/7

To

The S. T.S.
The Comptr & Govt Accts Secy.
Copy to A & A.C.

Sanctions the additional allotment of 150,00,000.

S.D. 210-12 A197-47-3 dt 8.7.48.

P.T.O.

Re:- Additional allotment of Rs 15000,000

3988.

The file may now be sent to CB. for circulation amongst the Ministers of Council.

K.S 17/7 Ag 17/7

Gr 19/7/48

Asst Secy CB W/C

C. F. No. 45]

GOVERNMENT OF MYSORE

Tele gram / phone

No. SD5732 A197-47-1

Encls. 1 statement

OFFICE OF
The Director of Food Supplies
in Mysore, Bangalore.

Date 29th December 1947.

To

The Secretary to Government,
Food Department, Bangalore.

Sir,

3 JAN.

Funds for purchase of foodgrains.

I have the honour to state that a sum of Rs. 2,00,00,450/- was sanctioned by Government as advance for foodsupply operations in the State. Out of this advance a sum of Rs. 28,17,751-3-11 being the loss incurred by the sale of foodgrains in the State at subsidised rates during 1944-45, and Rs. 30,12,440-6-5 being the loss incurred during 1945-46 have been adjusted in the accounts of those periods reducing the balance available for food supply operations to Rs. 1,77,23,258/- in round figures. The loss of Rs. 1,75,76,123-14-10 during the year 1946-47 in Food Supply Operations has been adjusted in the June Final Accounts of the Comptroller in anticipation of Government approval as in the previous years. Thus the balance available for Food Supply Operations will be reduced to Rs. 1,47,134/- only in round figures. The losses though adjusted in account have not been recouped to the Department as under the previous procedure the amounts due to the Government of India on imported grains used to be paid only on receipt of bills which used to take much time and in the meanwhile the sale proceeds would be available to us. There was thus no need for fresh funds. Now the procedure is changed and we have to deposit the amount due to them in advance of despatch of foodgrains received at ports.

The Government of India have allotted a quota of 35,000 tons of foodgrains for the quarter ending March 1948. The cost of this quota will roughly amount to Rs. 1,26,27,600/- as shown in the statement enclosed.

Further the quarter ending March 1948 being also the harvest period in the State, and the harvest being reported fairly good

sufficient funds should also be made [illegible] of food grains. Taking the average rate [illegible] acquisition during the past periods [illegible] approximately Rs needed to finance it now. Rs. 4,00,00,000/- in rupee figures is needed [illegible] as imported food grain purchases.

The existing net balance of advances [illegible] wholly insufficient to meet the cost of [illegible] has to be acquired on a crisis basis and [illegible] advance at credit of the Government of [illegible] imported food grains it has become necessary [illegible] allotment for these payments. I therefore [illegible] allotment of Rs. 2,50,00,000/- under the [illegible] Transactions not charged to "Revenue" [illegible] purpose early. I expect to meet the [illegible] by the sale proceeds of food grains. If [illegible] apply for further funds in due course.

I [illegible]

Yours [illegible]

[illegible]

for Director [illegible]

CRV/-

31/12

Quota of Imported Foodgrains Allotted to the State from January to March 1948.

		Rs.
Rice	- 7,000 tons at Rs. 15-14-0 a maund	... 30,22,600-0-0
Wheat	- 5,000 tons at Rs. 18-14-0 a maund	... 25,67,000-0-0
Maize	- 8,000 tons at Rs. 11- 4-0 a maund	... 24,48,000-0-0
Millets	-15,000 tons at Rs. 11- 4-0 a maund	... 45,90,000-0-0
	Total	..1,26,27,600-0-0

Director of Food Supplies. 3/4/48

CNV/-

3988 8/4 Typescripts O/C.N.

A197-47-2

3

C. F. No. 45]

GOVERNMENT OF MYSORE

Telegram / phone

OFFICE OF

the ~~Additional~~ Director of Food Supplies, Bangalore,

No. SD/3495

Encls. 1.

Date 29th A p r i l 1948.

SECRETARY * 29 APR 1948 * FOOD & CIVIL SUPPLIES

To

The Secretary to Government,
Food Department, B a n g a l o r e.

11 MAY 1948

Sir,

65-38

Supplementary grant under the head '41 Food Supply Department Transactions not met from Revenue'.

In continuation of this office letter No. SD.5733-34 dated 31-12-47 on the above subject requesting for an additional grant of Rs. 2,50,00,000/- under the Capital head '41 Food Supply transactions not charged to Revenue' to meet the payments for imported and locally acquired foodgrains, I have the honour to state that as Government have since issued orders discontinuing the acquisition of Millets and later on of Paddy, the additional grant required to meet the payment for harvest acquired so far and imported foodgrains allotted to the State by the Government of India will be less and amounts to - - - Rs. 1,50,00,000/- as shown in the Revised Budget Estimate for 47-48 sent to the Comptroller to Government, a copy of which is herein - enclosed for information.

Since payment to the Government of India has to be made early for foodgrains imported to the State from overseas and as a reminder from the Deputy Accountant General (Food) New Delhi has already been - - received requesting for early payment, I request that the additional grant of Rs. 1,50,00,000/- may kindly be sanctioned under the head '41 Food Supply Department transactions not met from Revenue' at an early date to enable me to meet these payments instead of Rs.2,50,00,000 as originally asked for. But for the arrear payment to be made to the Government of India, the additional grant could have been considerably less. I have already explained in my previous letter dated 31-12-47 that the main reason for asking for additional grant is that the funds originally placed at the disposal of the Food Supply Department have all been utilised to meet the losses incurred in successive years on

account

on account of subsidy on imported grains.

I have the honour to be,
Sir,
Your most obedient servant,

Addl. Director of Food Supplies.

BTS.
2-9/4

2/9/4.

Budget 6]

1947-48

REVISED ESTIMATE FOR ~~1946-47~~

BUDGET ESTIMATE OF 41 Food Supply transactions not met from Revenue. DEPARTMENT.

Statement showing the alterations for revised ~~1946-47~~

WD 05567—GPB—300—29-1-47

Budget Heads	Proposed by Comptroller	Proposed by Department	Difference + more or — less	Explanation or authority for the alterations
	Budget for 47-48	Revised for 47-48		
I. Foodgrains.				
(a) Imprest to Deputy Commissioners and other officers.	--	22836779	+22836779	The debit balance is mostly due to drawing a sum of Rs.187 lakhs from S.H.Try. P.D. account and net effect under other Suspense heads like Closing Stock etc.
(b) Purchases:				
Local paddy	190000000	220000000	+30000000	Based on acquisition up to 1-4-48
Ragi	7400000	617750	-6782250	Owing to the non-procurement of grains viz., Ragi and other millet and later paddy, lesser provision is proposed.
Jola	2400000	220000	-2180000	
Wheat	14000	10000	- 4000	
Sugar and Jaggery	9000000	2700000	-6300000	
Other items.	1500000	500000	-1000000	
Foreign paddy and rice	15000000	12189252	-2810748	Due to less imports from foreign places.
Ragi and millets	5000000	10818764	+5818764	Due to large imports of millets during first half of the year.
Jola	3500000	--	-3500000	Due to decontrol of foodgrains and less imports, lesser provision is proposed.
Wheat & Wh.products	10000000	8644931	-1355069	
Pulses	5000000	1666519	-3333481	
Other items	2500000	1321005	-1178995	
(c) Incidental charges:				
Transportation charges.	7000000	3575000	-3425000	
Hulling charges.	2200000	1550000	- 650000	
Commission to Village Officers & Misc. charges.	1000000	550000	- 450000	
Deduct Receipts:				
(a) Sale proceeds, paddy rice etc.	87914000	68000000	-19914000	Due to decontrol of grains.
(b) Misc.Receipts.	100000	500000	+400000	Due to the receipt of Commission charges and other receipts.
(c) Loss adjusted to Revenue.	2500000	5700000	+3200000	Due to large imports of millets during the first half of the year.
Net charge under I Foodgrains.	---	15000000	+15000000	To meet payments for foreign administrations towards arrears.

BTS.

29/4

for Director of Food Supplies in Mysore, Bangalore.

Cil File No. 1183
DISPOSAL BY CIRCULATION
O/C — MP 231

Circulation Note.

Re: Additional allotment for purchase of foodgrains.

In December, 1947, the Director of Food Supplies reported that for the quarter ending March, 1948, the Government of India had allotted a quota of 35,000 tons of foodgrains costing roughly Rs.1,26,87,600/- as shown in the statement annexed. The quarter ending March synchronises with the harvest period in the State and the harvest being fairly good this year, sufficient funds are necessary for the local acquisition of foodgrains. Taking the average requirements of funds for the previous years, a sum of Rs.3 crores approximately, is needed, to finance the acquisition operations locally. Thus, a total sum of Rs.4 crores is required for the purchase of local as well as imported foodgrains.

As the local harvest has to be acquired quickly and as funds have to be placed in advance at the credit of the Government of India in order to facilitate the despatch of imported foodgrains, it is necessary to obtain additional allotment for the purpose. Further, as the balance of advance on hand viz., Rs.1,47,134/- is wholly insufficient to meet the cost of foodgrains, the Director has solicited sanction for an additional allotment of Rs.2,50,00,000/- under the head "41 - Food Supply transactions not charged to Revenue". He expects to meet the balance of the amount required by the sale proceeds of foodgrains and if that is not possible, to apply for further funds, in due course.

The Comptroller to whom the file was referred for remarks, has expressed that it is necessary to recoup the losses amounting to Rs.2,34,06,364/- incurred

P.t.o.

incurred by the Food Department during 1944-45 to 1946-47 --(Vide. details in the margin), by debit to the Capital account, by which method it is possible to restore the Capital account to the extent of the original advance; but as the Department wants to keep the Capital account at Rs.250/- lakhs in order to finance the purchases, the same may be allowed by Government.

Years.	Losses incurred. Rs. in lakhs.
1944-45	83.18 lakhs
1945-46	30.12 "
1946-47	175.76 "
Total:	234.06 lakhs

In the circumstances, it is proposed to accept the recommendation of the Director of Food Supplies and sanction the additional allotment of Rs.8,50,00,000/- asked for by him. The Financial Secretary and the Minister for Finance and Industries have also agreed to the proposal. The Chief Minister, who is in charge of the Food Portfolio, and also of the current duties of the Dewan, has ordered that the matter may be disposed of by circulation.

FNO.12.
7.4.47.

7

ANNEXURE.

Quota of Imported Foodgrains allotted to the State from January to March 1946.

Rice	.. 7,000 tons at	Rs.15-14-0 a pound	.. Rs.30,38,000/-
Wheat	.. 5,000 "	Rs.19-14-0 "	.. Rs.25,67,000/-
Maize	.. 8,000 "	Rs.11-4-0 "	.. Rs.24,48,000/-
Millets	..15,000 "	Rs.11-4-0 "	.. Rs.45,90,000/-
		Total:	Rs.1,26,27,000/-

G.V.K.Rao
&.

FR3.12.
7.4.46.

File No. 1183
FOR DISPOSAL BY CIRCULATION
Chief Minister
& Revenue charge. WB 23/4

Circulation Note.

Re: Additional allotment for purchase of foodgrains.

Rec'd 26/4

OFFICE OF THE CHIEF MINISTER
No. C1063
Date 23.4.48

CONFIDENTIAL BRANCH G. A. D.
No. 28/4

In December, 1947, the Director of Food Supplies reported that for the quarter ending March, 1948, the Government of India had allotted a quota of 35,000 tons of foodgrains costing roughly Rs.1,26,27,600/- as shown in the statement annexed. The quarter ending March synchronises with the harvest period in the State and the harvest being fairly good this year, sufficient funds are necessary for the local acquisition of foodgrains. Taking the average requirements of funds for the previous years, a sum of Rs.3 crores approximately, is needed, to finance the acquisition operations locally. Thus, a total sum of Rs.4 crores is required for the purchase of local as well as imported foodgrains.

As the local harvest has to be acquired quickly and as funds have to be placed in advance at the credit of the Government of India in order to facilitate the despatch of imported foodgrains, it is necessary to obtain additional allotment for the purpose. Further, as the balance of advance on hand viz., Rs.1,47,134/- is wholly insufficient to meet the cost of foodgrains, the Director has solicited sanction for an additional allotment of Rs.2,50,00,000/- under the head "41 - Food Supply transactions not charged to Revenue". He expects to meet the balance of the amount required by the sale proceeds of foodgrains and if that is not possible, to apply for further funds, in due course.

The Comptroller to whom the file was referred for remarks, has expressed that it is necessary to recoup the losses amounting to Rs.2,34,06,364/- incurred

p.t.o.

9

incurred by the Food Department during 1944-45 to 1946-47 --(Vide. details in the margin), by debit to the Capital Account, by which method it is possible to restore the Capital Account to the extent of the original advance; but as the Department wants to keep the Capital Account at Rs.250/- lakhs in order to finance the purchases, the same may be allowed by Government.

Year.	Losses incurred. Rs. in lakhs.
1944-45	28.18 lakhs
1945-46	30.12 "
1946-47	175.76 "
Total:	234.06 lakhs

In the circumstances, it is proposed to accept the recommendation of the Director of Food Supplies and sanction the additional allotment of Rs.2,50,00,000/- asked for by him. The Financial Secretary and the Minister for Finance and Industries have also agreed to the proposal. The Chief Minister, who is in charge of the Food Portfolio, and also of the current duties of the Dewan, has ordered that the matter may be disposed of by circulation.

KRG. 12.
7.4.46.

10

ANNEXURE.

Quota of Imported Foodgrains allotted to the State from January to March 1948.

Rice	.. 7,000 tons	at Rs. 15-14-0	a maund	.. Rs. 30,22,600/-
Wheat	.. 5,000 "	Rs. 18-14-0	"	.. Rs. 25,67,000/-
Maize	.. 8,000 "	Rs. 11-4-0	"	.. Rs. 24,48,000/-
Millets	..15,000 "	Rs. 11-4-0	"	.. Rs. 45,90,000/-
			Total:	Rs. 1,26,27,600/-

G.V.R.Raj
8/4.

KRG. 12.
7.4.48.

ACT File No. 1183
FOR DISPOSAL BY CIRCULATION
Minister
F+2
NDP 23/4

Circulation Note.

Re: Additional allotment for purchase of foodgrains.

In December, 1947, the Director of Food Supplies reported that for the quarter ending March, 1948, the Government of India had allotted a quota of 35,000 tons of foodgrains costing roughly Rs.1,26,27,600/- as shown in the statement annexed. The quarter ending March synchronises with the harvest period in the State and the harvest being fairly good this year, sufficient funds are necessary for the local acquisition of foodgrains. Taking the average requirements of funds for the previous years, a sum of Rs.3 crores approximately, is needed, to finance the acquisition operations locally. Thus, a total sum of Rs.4 crores is required for the purchase of local as well as imported foodgrains.

As the local harvest has to be acquired quickly and as funds have to be placed in advance at the credit of the Government of India in order to facilitate the despatch of imported foodgrains, it is necessary to obtain additional allotment for the purpose. Further, as the balance of advance on hand viz., Rs.1,47,134/- is wholly insufficient to meet the cost of foodgrains, the Director has solicited sanction for an additional allotment of Rs.2,80,00,000/- under the head "41 - Food Supply transactions not charged to Revenue". He expects to meet the balance of the amount required by the sale proceeds of foodgrains and if that is not possible, to apply for further funds, in due course.

The Comptroller to whom the file was referred for remarks, has expressed that it is necessary to recoup the losses amounting to Rs.2,34,06,364/- incurred

p.t.o.

incurred by the Food Department during 1944-45 to 1946-47 --(Vide. details in the margin), by debit to the Capital account, by which method it is possible to restore the Capital account to the extent of the original advance; but as the Department wants to keep the Capital Account at Rs.250/- lakhs in order to finance the purchases, the same may be allowed by Government.

Years.	Losses incurred. Rs. in lakhs.
1944-45	28.19 lakhs
1945-46	30.13 "
1946-47	175.76 "
Total:	234.06 lakhs

In the circumstances, it is proposed to accept the recommendation of the Director of Food Supplies and sanction the additional allotment of Rs.2,50,00,000/- asked for by him. The Financial Secretary and the Minister for Finance and Industries have also agreed to the proposal. The Chief Minister, who is in charge of the Food Portfolio, and also of the current duties of the Dewan, has ordered that the matter may be disposed of by circulation.

Rso.12.
7.4.47.

[illegible]

Quota of Imported Foodstuffs allotted to the [illegible] from January to March 1946.

Rice	.. 7,000 tons	at Rs.15-14-0	a maund .. Rs.
Wheat	.. 5,000 "	Rs.15-14-0	" .. Rs.
Peas	.. 5,000 "	Rs.11-4-0	" .. Rs.
Millets	..15,000 "	Rs.11-4-0	" .. Rs.
			Total: Rs.

[illegible]

[illegible]

[illegible]
7.4.46.

REGISTRY NO. 1483
FOR DISPOSAL BY CIRCULATION
Minister Law & Labour
WP 231

14

Circulation Note.

Re: Additional allotment for purchase of foodgrains.

In December, 1947, the Director of Food Supplies reported that for the quarter ending March, 1948, the Government of India had allotted a quota of 35,000 tons of foodgrains costing roughly Rs.1,26,27,600/- as shown in the statement annexed. The quarter ending March synchronises with the harvest period in the State and the harvest being fairly good this year, sufficient funds are necessary for the local acquisition of foodgrains. Taking the average requirements of funds for the previous years, a sum of Rs.3 crores approximately, is needed, to finance the acquisition operations locally. Thus, a total sum of Rs.4 crores is required for the purchase of local as well as imported foodgrains.

As the local harvest has to be acquired quickly and as funds have to be placed in advance at the credit of the Government of India in order to facilitate the despatch of imported foodgrains, it is necessary to obtain additional allotment for the purpose. Further, as the balance of advance on hand viz., Rs.1,47,134/- is wholly insufficient to meet the cost of foodgrains, the Director has solicited sanction for an additional allotment of Rs.2,80,00,000/- under the head "41 - Food Supply transactions not charged to Revenue". He expects to meet the balance of the amount required by the sale proceeds of foodgrains and if that is not possible, to apply for further funds, in due course.

The Comptroller to whom the file was referred for remarks, has expressed that it is necessary to recoup the losses amounting to Rs.2,34,06,364/- incurred

p.t.o.

incurred by the Food Department during 1944-45 to 1946-47 --(Vide. details in the margin), by debit to the Capital account, by which method it is possible to restore the Capital account to the extent of the original advance; but as the Department wants to keep the Capital Account at Rs.250/- lakhs in order to finance the purchases, the same may be allowed by Government.

Years.	Losses incurred. Rs. in lakhs.
1944-45	28.18 lakhs
1945-46	30.12 "
1946-47	175.76 "
Total:	234.06 lakhs

In the circumstances, it is proposed to accept the recommendation of the Director of Food Supplies and sanction the additional allotment of Rs.2,50,00,000/- asked for by him. The Financial Secretary and the Minister for Finance and Industries have also agreed to the proposal. The Chief Minister, who is in charge of the Food Portfolio, and also of the current duties of the Dewan, has ordered that the matter may be disposed of by circulation.

KRG.12.
7.4.47.

16

ANNEXURE.

Quota of Imported Foodgrains allotted to the State from January to March 1946.

Rice	.. 7,000 tons	at Rs.18-14-0 a maund	.. Rs.30,22,600/-
Wheat	.. 5,000 "	Rs.18-14-0 "	.. Rs.25,67,000/-
Maize	.. 8,000 "	Rs.11-4-0 "	.. Rs.24,48,000/-
Millets	..15,000 "	Rs.11-4-0 "	.. Rs.45,90,000/-
		Total:	Rs.1,26,27,600/-

G.V.N. Raj
8/4

KRG.12.
7.4.46.

No. 1183
FOR DISPOSAL BY CIRCULATION
Minister Agri & PW.
28/4
per bearer
HP 28/4
FOR MINISTER FOR AGRICULTURE AND PUBLIC WORKS
28-4-48.
No. 185
29/4

Circulation Note.

Sub: Additional allotment for purchase of foodgrains.

In December, 1947, the Director of Food Supplies reported that for the quarter ending March, 1948, the Government of India had allotted a quota of 35,000 tons of foodgrains costing roughly Rs.1,26,27,600/- as shown in the statement annexed. The quarter ending March synchronises with the harvest period in the State and the harvest being fairly good this year, sufficient funds are necessary for the local acquisition of foodgrains. Taking the average requirements of funds for the previous years, a sum of Rs.3 crores approximately, is needed, to finance the acquisition operations locally. Thus, a total sum of Rs.4 crores is required for the purchase of local as well as imported foodgrains.

As the local harvest has to be acquired quickly and as funds have to be placed in advance at the credit of the Government of India in order to facilitate the despatch of imported foodgrains, it is necessary to obtain additional allotment for the purpose. Further, as the balance of advance on hand viz., Rs.1,47,134/- is wholly insufficient to meet the cost of foodgrains, the Director has solicited sanction for an additional allotment of Rs.2,50,00,000/- under the head "41 - Civil Supply transactions not charged to Revenue". He expects to meet the balance of the amount required by the sale proceeds of foodgrains and if that is not possible, to apply for further funds, in due course.

The Controller to whom the file was referred for remarks, has expressed that it is necessary to recoup the losses amounting to Rs.2,34,06,364/- incurred

P.T.O.

incurred by the Food Department during 1944-45 to 1946-47 --(vide details in the margin), by debit to the Capital Account, by which method it is possible to restore the Capital Account to the extent of the original advance; but as the Department wants to keep the Capital Account at Rs.250/- lakhs in order to finance the purchases, the same may be allowed by Government.

Year.	Losses incurred. Rs.in lakhs.
1944-46	28.18 lakhs
1945-46	30.12 "
1946-47	175.76 "
Total:	234.06 lakhs

In the circumstances, it is proposed to accept the recommendation of the Director of Food Supplies and sanction the additional allotment of Rs.2,50,00,000/- asked for by him. The Financial Secretary and the Minister for Finance and Industries have also agreed to the proposal. The Chief Minister, who is in charge of the Food Portfolio, and also of the current duties of the Dewan, has ordered that the matter may be disposed of by circulation.

FOOD.12.
7.4.47.

ANNEXURE

Quota of Imported Foodgrains allotted to the State from January to March 1942.

Rice	.. 7,000 tons	at	Rs.15-14-0 a maund	.. Rs.30,22,600/-
Wheat	.. 5,000 "		Rs.19-14-0 "	.. Rs.25,67,000/-
Maize	.. 8,000 "		Rs.11-4-0 "	.. Rs.24,48,000/-
Millets	..15,000 "		Rs.11-4-0 "	.. Rs.45,90,000/-
			Total:	Rs.1,26,27,600/-

G.V.Desai
S/-

FRO.12.
7.4.42.

File No. 1183
FOR DISPOSAL BY CIRCULATION
Home Minister

BRANCH
No.
Date 28/4

OF THE HOM
4771
27 APR 1948
REGISTRY

Circulation Note.

Re: Additional allotment for purchase of foodgrains.

In December, 1947, the Director of Food Supplies reported that for the quarter ending March, 1948, the Government of India had allotted a quota of 35,000 tons of foodgrains costing roughly Rs.1,26,27,600/- as shown in the statement annexed. The quarter ending March synchronises with the harvest period in the State and the harvest being fairly good this year, sufficient funds are necessary for the local acquisition of foodgrains. Taking the average requirements of funds for the previous years, a sum of Rs.3 crores approximately, is needed, to finance the acquisition operations locally. Thus, a total sum of Rs.4 crores is required for the purchase of local as well as imported foodgrains.

As the local harvest has to be acquired quickly and as funds have to be placed in advance at the credit of the Government of India in order to facilitate the despatch of imported foodgrains, it is necessary to obtain additional allotment for the purpose. Further, as the balance of advance on hand viz., Rs.1,47,134/- is wholly insufficient to meet the cost of foodgrains, the Director has solicited sanction for an additional allotment of Rs.2,50,00,000/- under the head "41 - Food Supply transactions not charged to Revenue". He expects to meet the balance of the amount required by the sale proceeds of foodgrains and if that is not possible, to apply for further funds, in due course.

The Comptroller to whom the file was referred for remarks, has expressed that it is necessary to recoup the losses amounting to Rs.2,34,06,364/- incurred

p.t.o.

incurred by the Food Department during 1944-45 to 1946-47 --(Vide details in the margin), by debit to the Capital Account, by which method it is possible to restore the Capital Account to the extent of the original advance; but as the Department wants to keep the Capital Account at Rs.250/- lakhs in order to finance the purchases, the same may be allowed by Government.

Year.	Losses incurred, i.e. in lakhs.
1944-45	28.18 lakhs
1945-46	30.12 "
1946-47	175.76 "
Total:	234.06 lakhs

In the circumstances, it is proposed to accept the recommendation of the Director of Food Supplies and sanction the additional allotment of Rs.2,50,00,000/- asked for by him. The Financial Secretary and the Minister for Finance and Industries have also agreed to the proposal. The Chief Minister, who is in charge of the Food Portfolio, and also of the current duties of the Secretariat, has ordered that the matter may be disposed of by circulation.

K.J.B.
7.4.47.

22

ANNEXURE.

Quota of Imported Foodgrains allotted to the State from January to March 1945.

Rice	.. 7,000 tons at	Rs.15-14-0 a maund	.. Rs.30,22,600/-
Wheat	.. 5,000 "	Rs.10-14-0 "	.. Rs.25,67,000/-
Maize	.. 8,000 "	Rs.11-4-0 "	.. Rs.24,48,000/-
Millets	..15,000 "	Rs.11-4-0 "	.. Rs.45,90,000/-
		Total:	Rs.1,26,27,600/-

KRG.12.
7.4.45.

G.V.Rao
S/T

No. 1183
SAL BY CIRCULATION.
Minister
L & G
UO 234

OFFICE OF
THE MINISTER FOR
LOCAL SELF-GOVERNMENT.
No. 2302
Date 26/4/48

CONFIDENTIAL
BRANCH, G. A. S.
No.
Date 28/4

Circulation Note.

Re: Additional allotment for purchase of foodgrains.

In December, 1947, the Director of Food Supplies reported that for the quarter ending March, 194^, the Government of India had allotted a quota of 35,000 tons of foodgrains costing roughly Rs.1,26,27,600/- as shown in the statement annexed. The quarter ending March synchronises with the harvest period in the State and the harvest being fairly good this year, sufficient funds are necessary for the local acquisition of foodgrains. Taking the average requirements of funds for the previous years, a sum of Rs.3 crores approximately, is needed, to finance the acquisition operations locally. Thus, a total sum of Rs.4 crores is required for the purchase of local as well as imported foodgrains.

As the local harvest has to be acquired quickly and as funds have to be placed in advance at the credit of the Government of India in order to facilitate the despatch of imported foodgrains, it is necessary to obtain additional allotment for the purpose. Further, as the balance of advance on hand viz., Rs.1,47,134/- is wholly insufficient to meet the cost of foodgrains, the Director has solicited sanction for an additional allotment of Rs.2,50,00,000/- under the head "41 - Food Supply transactions not charged to Revenue". He expects to meet the balance of the amount required by the sale proceeds of foodgrains and if that is not possible, to apply for further funds, in due course.

The Comptroller to whom the file was referred for remarks, has expressed that it is necessary to recoup the losses amounting to Rs.2,34,06,364/- incurred

p.t.o.

incurred by the Food Department during 1944-45 to 1946-47 --(Vide. details in the margin), by debit to the Capital Account, by which method it is possible to restore the Capital Account to the extent of the original advance; but as the Department wants to keep the Capital Account at Rs.250/- lakhs in order to finance the purchases, the same may be allowed by Government.

Year.	Losses incurred. Rs. in lakhs.
1944-45	28.18 lakhs
1945-46	30.12 "
1946-47	175.76 "
Total:	234.06 lakhs

In the circumstances, it is proposed to accept the recommendation of the Director of Food Supplies and sanction the additional allotment of Rs.2,50,00,000/- asked for by him. The Financial Secretary and the Minister for Finance and Industries have also agreed to the proposal. The Chief Minister, who is in charge of the Food Portfolio, and also of the current duties of the Dewan, has ordered that the matter may be disposed of by circulation.

KRG.12.
7.4.46.

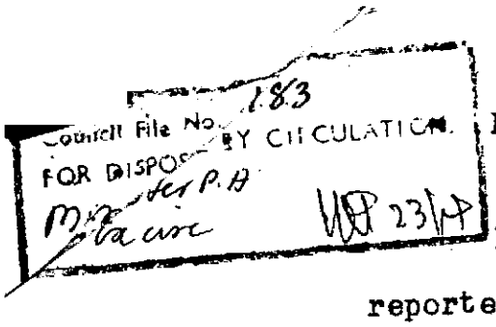
ANNEXURE.

Quota of Imported Foodgrains allotted to the State from January to March 1949.

Rice	.. 7,000 tons at	Rs.15-14-0 a maund	.. Rs.30,22,600/-
Wheat	.. 5,000 "	Rs.18-14-0 "	.. Rs.25,67,000/-
Maize	.. 8,000 "	Rs.11-4-0 "	.. Rs.24,48,000/-
Millets	..15,000 "	Rs.11-4-0 "	.. Rs.45,90,000/-
		Total:	Rs.1,26,27,600/-

H.V. de Rag
8/4

KRG.12.
7.4.49.



Circulation Note.

Re: Additional allotment for purchase of foodgrains.

In December, 1947, the Director of Food Supplies reported that for the quarter ending March, 1948, the Government of India had allotted a quota of 35,000 tons of foodgrains costing roughly Rs.1,26,27,600/- as shown in the statement annexed. The quarter ending March synchronises with the harvest period in the State and the harvest being fairly good this year, sufficient funds are necessary for the local acquisition of foodgrains. Taking the average requirements of funds for the previous years, a sum of Rs.3 crores approximately, is needed, to finance the acquisition operations locally. Thus, a total sum of Rs.4 crores is required for the purchase of local as well as imported foodgrains.

As the local harvest has to be acquired quickly and as funds have to be placed in advance at the credit of the Government of India in order to facilitate the despatch of imported foodgrains, it is necessary to obtain additional allotment for the purpose. Further, as the balance of advance on hand viz., Rs.1,47,134/- is wholly insufficient to meet the cost of foodgrains, the Director has solicited sanction for an additional allotment of Rs.2,50,00,000/- under the head "41 - Food Supply transactions not charged to Revenue". He expects to meet the balance of the amount required b the sale proceeds of foodgrains and if that is not possible, to apply for further funds, in due course.

The Comptroller to whom the file was referred for remarks, has expressed that it is necessary to recoup the losses amounting to Rs.2,34,06,364/- incur

incurred by the Food Department during 1944-45 to 1946-47 --(Vide. details in the margin), by debit to the Capital Account, by which method it is possible to restore the Capital Account to the extent of the original advance; but as the Department wants to keep the Capital Account at Rs.250/- lakhs in order to finance the purchases, the same may be allowed by Government.

Year.	Losses incurred. Rs. in lakhs.
1944-45	28.18 lakhs
1945-46	30.12 "
1946-47	175.76 "
Total:	234.06 lakhs

In the circumstances, it is proposed to accept the recommendation of the Director of Food Supplies and sanction the additional allotment of Rs.2,50,00,000/- asked for by him. The Financial Secretary and the Minister for Finance and Industries have also agreed to the proposal. The Chief Minister, who is in charge of the Food Portfolio, and also of the current duties of the Dewan, has ordered that the matter may be disposed of by circulation.

KRG.12.
7.4.46.

2-8

ANNEXURE.

Quota of Imported Foodgrains allotted to the State from January to March 1940.

Rice	.. 7,000 tons	at Rs.15-14-0	a maund	.. Rs.30,22,600/-
Wheat	.. 5,000 "	Rs.18-14-0	"	.. Rs.25,67,000/-
Maize	.. 8,000 "	Rs.11-4-0	"	.. Rs.24,48,000/-
Millets	..15,000 "	Rs.11-4-0	"	.. Rs.45,90,000/-
			Total:	Rs.1,26,27,600/-

G.V.K. Rao
8/4

KRG.12.
7.4.40.

FOR DISPOSAL BY CIRCULATION
Minister Edn
1/8/48

COLLEGE OF ...
FOR REFERENCE
Date.....
No. C213

Circulation Note.

Sub: Additional allotment for purchase of foodgrains.

In December, 1947, the Director of Food Supplies reported that for the quarter ending March, 1948, the Government of India had allotted a quota of 95,000 tons of foodgrains costing roughly Rs.1,26,87,000/- as shown in the statement annexed. The quarter ending March synchronises with the harvest period in the State and the harvest being fairly good this year, sufficient funds are necessary for the local acquisition of foodgrains. Taking the average requirements of funds for the previous years, a sum of Rs.3 crores approximately, is needed, to finance the acquisition operations locally. Thus, a total sum of Rs.4 crores is required for the purchase of local as well as imported foodgrains.

As the local harvest has to be acquired quickly and as funds have to be placed in advance at the credit of the Government of India in order to facilitate the despatch of imported foodgrains, it is necessary to obtain additional allotment for the purpose. Further, as the balance of advance on hand viz., Rs.1,47,134/- is wholly insufficient to meet the cost of foodgrains, the Director has solicited sanction for an additional allotment of Rs.2,80,00,000/- under the head "41 - Food Supply transactions not charged to Revenue". He expects to meet the balance of the amount required by the sale proceeds of foodgrains and if that is not possible, to apply for further funds, in due course.

The Comptroller to whom the file was referred for remarks, has expressed that it is necessary to recoup to losses amounting to Rs.2,34,00,384/- incurred

p.t.o.

26/4/48
CONFIDENTIAL
BRANCH G. R. S.
No.....
Date. 28/4

incurred by the Food Department during 1944-45 to 1946-47 --(Vide. details in the margin), by debit to the Capital account, by which method it is possible to restore the Capital account to the extent of the original advance; but as the Department wants to keep the Capital account at Rs.250/- lakhs in order to finance the purchases, the same may be allowed by Government.

Years.	Losses incurred. Rs.in lakhs.
1944-45	28.18 lakhs
1945-46	30.12 "
1946-47	175.76 "
Total:	234.06 lakhs

In the circumstances, it is proposed to accept the recommendation of the Director of Food Supplies and sanction the additional allotment of Rs.2,50,00,000/- asked for by him. The Financial Secretary and the Minister for Finance and Industries have also agreed to the proposal. The Chief Minister, who is in charge of the Food Portfolio, and also of the current duties of the Dewan, has ordered that the matter may be disposed of by circulation.

KNO.12.
7.4.47.

ANNEXURE.

Quota of Imported Foodgrains allotted to the State from January to March 1946.

Rice	.. 7,000 tons	at Rs.15-14-0	a pound	.. Rs.30,28,000/-
Wheat	.. 8,000 "	Rs.18-14-0	"	.. Rs.35,67,000/-
Maize	.. 5,000 "	Rs.11-4-0	"	.. Rs.24,43,000/-
Millets	..15,000 "	Rs.11-4-0	"	.. Rs.45,90,000/-
			Total:	Rs.1,28,27,000/-

G.V.R.Rao
8/4

RRD.12.
7.4.46.

FOR DISPOSAL BY CIRCULATION
Minister's City meeting UO 23/2

Circulation Note.

Re: Additional allotment for purchase of foodgrains.

In December, 1947, the Director of Food Supplies reported that for the quarter ending March, 1948, the Government of India had allotted a quota of 35,000 tons of foodgrains costing roughly Rs.1,26,87,600/- as shown in the statement annexed. The quarter ending March synchronises with the harvest period in the State and the harvest being fairly good this year, sufficient funds are necessary for the local acquisition of foodgrains. Taking the average requirements of funds for the previous years, a sum of Rs.3 crores approximately, is needed, to finance the acquisition operations locally. Thus, a total sum of Rs.4 crores is required for the purchase of local as well as imported foodgrains.

As the local harvest has to be acquired quickly and as funds have to be placed in advance at the credit of the Government of India in order to facilitate the despatch of imported foodgrains, it is necessary to obtain additional allotment for the purpose. Further, as the balance of advance on hand viz., Rs.1,47,134/- is wholly insufficient to meet the cost of foodgrains, the Director has solicited sanction for an additional allotment of Rs.2,50,00,000/- under the head "41 - Food Supply transactions not charged to Revenue". He expects to meet the balance of the amount required by the sale proceeds of foodgrains and if that is not possible, to apply for further funds, in due course.

The Controller to whom the file was referred for remarks, has expressed that it is necessary to recoup the losses amounting to Rs.2,24,08,364/- incurred

p.t.o.

incurred by the Food Department during 1944-45 to 1946-47 --(Vide. details in the margin), by debit to the Capital account, by which method it is possible to restore the Capital account to the extent of the original advances; but as the Department wants to keep the Capital account at Rs.250/- lakhs in order to finance the purchases, the same may be allowed by Government.

Year.	Losses incurred. Rs. in lakhs.
1944-45	28.18 lakhs
1945-46	30.12 "
1946-47	175.76 "
Totals	234.06 lakhs

In the circumstances, it is proposed to accept the recommendation of the Director of Food Supplies and sanction the additional allotment of Rs.2,50,00,000/- asked for by him. The Financial Secretary and the Minister for Finance and Industries have also agreed to the proposal. The Chief Minister, who is in charge of the Food Portfolio, and also of the current duties of the Deptt., has ordered that the matter may be disposed of by circulation.

Encl. 12.
7.6.47.

ANNEXURE.

Costs of Imported Foodgrains allotted to the State from January to March 1947.

Rice	.. 7,000 tons	at Rs.15-14-0	a pound	.. Rs.30,82,000/-
Wheat	.. 5,000 "	Rs.18-14-0	"	.. Rs.25,67,000/-
Maize	.. 8,000 "	Rs.11-4-0	"	.. Rs.24,48,000/-
Millets	..15,000 "	Rs.11-4-0	"	.. Rs.45,90,000/-
			Total:	Rs.1,26,87,000/-

G.V.N.Rao.
8/4

FRD.12.
7.4.47.

G. R. S. App. F VI—G 2]

SUBJECT .....

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TYPED 6-7-48

Diary No. of letter replied to .....

Section A-[illegible]

File No. 197-47

Serial No. 3

General and Revenue Secretariat

( )

the *194* . .

Proceedings of the Government of His Highness the Maharaja of Mysore.

Date of issue .. 8th July .....1948.

13-7-48

Signed by Sri S.M. Nanjundappa

Read— Correspondence ending with letter no S.D. 3495 dated 29.4.1948, from the D.J.S. submitting revised proposals for sanction by reducing the addl allotment of Rs 2,50,00,000/- asked for, under the head

Order thereon—No. "41" Food Supply Deptt

Transactions not direct from Revenue to meet certain payments due to Govt of India, to Rs 1,50,00,000/- in view of the discontinuance of acquisition of Millets and Paddy by Govt

May this be—

(i) printed ?

(ii) treated as a standing order ?

(iii) published in the Gazette, English Part ?

(iv) translated ?

(v) placed at the disposal of the press ?

(vi) published in the Gazette, Kannada Part ?

Order No. SD 210-12

Govt. are pleased to sanction
the addl. allotment of Rs
1,50,00,000/- under the head '41. Food Supplies Department : transactions not met from Revenue.

K.S
4/7

Sec to Govt.
F&CS. 4/7/48

Pay 3/7

Do

The D.S.

The Comptr to Govt Food Dept.

C/F to A & A.O.

List of Enclosures

Copied by

Examined by

WD 087—GPB—40,000—14-11-40

PROCEEDINGS OF THE GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE

Read:-

, Correspondence ending with letter No.CD.3498, dated, 23-4-1946, from the Director of Food Supplies submitting revised proposals for sanction, by reducing the additional allotment of Rs.2,50,00,000/- asked for, under the head "41 - Food Supply Department Transactions not met from Revenue" to meet certain payments due to Government of India, to Rs.1,50,00,000/- in view of the discontinuance of acquisition of millets and paddy by Government.

ORDER NO. F.D. 210-12 / A197-47-3,

DATED, BANGALORE, THE 8th JULY, 1946.

Government are pleased to sanction the additional allotment of Rs.1,50,00,000/- under the head "41 - Food Supply Department - transactions not met from Revenue".

Govt Rao

Secretary to Government,
Food & Civil Supplies Dept.

To

The Director of Food Supplies in Mysore.
The Comptroller to Govt. through Finance Dept.

Copy to the Auditor & Asstg. Officer,
Food Supplies.

KRJ. 10.
8.7.46.